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April 24, 2007

VIA FAX & US MAIL
Charles L.A. Terreni, Esquire
Chief Clerk & Administrator
SC Public Service Commission
101 Executive Center Drive
Columbia, SC 29210

RE: Application of Development Service, Inc., for approval of a

New Schedule of Rates and Charges for Sewage Service provided to Residential and Commercial Customers in all areas served.

Docket No.: 2004-212-S

Dear Mr. Terreni:

By correspondence dated March 30, 2007, I notified the Public Service Commission on behalf of Development Service, Inc ("DSI") that it intended to implement its Phase II rates effective with its April billing. Supplementing its notice of intent to implement its Phase II rates, Bush River advises the Commission that it intends to provide the notice to its customers explaining the circumstances of the increase in rates.

April, 2007

Dear Development Service, Inc. Customer:

Please find enclosed your April 2007 sanitary sewer bill. In accordance with Docket No. 2004-212-S and Order No. 2005-42 of the Public Service Commission of South Carolina, you will notice that there has been an increase in your rates. Public Service Commission Order No. 2005-42 provides for two rate schedules. The first phase of rates set rates during construction of new wastewater treatment facilities and have been in effect since March 2005. The second phase of rates became effective after completion of construction of the new wastewater treatment facilities.

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Mr. Terreni April 24, 2007 Page 2

Your wastewater is transported to the Bush River Wastewater Treatment facility for treatment and disposal. Bush River Utilities, Inc. has invested over \$1.3 million to replace its lagoon system with a modern Sequencing Batch Reactor System. This expenditure was necessary to maintain the water quality of the Lower Saluda River. The new facility is producing effluent quality well within the discharge limits of the South Carolina Department of Health and Environmental Control and the discharge is now four to five times cleaner than the discharge from the lagoon system it replaces.

Applicable rate schedules are available upon request. Please contact our office with any questions.

Sincerely,

DEVELOPMENT SERVICE. INC.

Keith G. Parnell, PE

Although no notice requirement is set out in the orders issued in the above docket, the particulars of the rate increase are disclosed in the above notice for the benefit of the customer.

The above docket appears on the April 25, 2007, agenda. I would submit the within correspondence to the Commission for its assistance in considering the above docket.

If you or counsel for the ORS have questions, please feel free to contact me.

Sincerely,

Elliott & Elliott, P.

Scott Elliott

SE/jcl

Enclosures

 Shannon Bowyer Hudson, Esquire Keith G. Parnell